CLEVELAND PUBLIC LIBRARY
BUSINESS INFORMATION BUREAU
CORPORATION FILE

S. H. KRESS & COMPANY

ACCOUNTS
YEAR 1933

BUYING AND EXECUTIVE OFFICES
114 Fifth Avenue
New York, N. Y.

S. H. KRESS

AN

SUBSIDIARY

Consolidated Balance Sh

ASSETS

CURRENT ASSETS:			
Cash in banks, in transit and on hand		$ 6,041,258.40	
U. S. Government securities, at cost (market value $3,235,335.63)		3,290,438.75	
Sundry debtors		62,560.10	
Inventories of merchandise, including paid in transit, at cost or market, whichever is lower		11,880,688.64	
			$21,274,945.89
LOANS AND ADVANCES TO LANDLORDS			396,811.35
CAPITAL STOCK OF S. H. KRESS & COMPANY, at cost (183,581 shares special preferred stock and 13,694 shares common stock)			2,267,650.00
DEFERRED CHARGES TO FUTURE OPERATIONS:			
Prepaid rental expenses, taxes, insurance premiums, etc.			594,466.71
CAPITAL ASSETS:			
Fixtures and equipment, at cost	$11,354,129.67		
Less—Reserve for depreciation	4,940,915.11		
		$ 6,413,214.56	
Buildings and improvements on leased properties and other improvements, proportion unamortized		8,456,912.06	
Land and buildings owned in fee, at cost	$28,637,474.96		
Less—Reserve for depreciation	1,504,077.76		
		27,133,397.20	
Goodwill, leaseholds, etc.		1.00	
			42,003,524.82
			$66,537,398.77

& COMPANY

ND

COMPANIES

heet, December 31, 1933

LIABILITIES

CURRENT LIABILITIES:		
Accounts payable—trade creditors	$ 275,899.19	
Accrued expenses and miscellaneous accounts payable	1,197,983.07	
Reserve for Federal taxes (estimated)	966,500.00	
		$ 2,440,382.26
PURCHASE MONEY MORTGAGES PAYABLE 1934 TO 1937.		227,500.00
CAPITAL STOCK:		
Special preferred stock—6% cumulative:		
Authorized—1,000,000 shares of $10.00 each	$10,000,000.00	
Issued—617,279 16/40 shares	$ 6,172,794.00	
Common stock without par value:		
Authorized—1,500,000 shares		
Issued—1,178,787 shares	48,511,252.92	
		54,684,046.92
EARNED SURPLUS, per statement attached		9,185,469.59

NOTE.—Merchandise in transit unpaid amounting to $1,195,000.00 has not been included in the above accounts.

$66,537,398.77

S. H. KRESS & COMPANY

AND SUBSIDIARY COMPANIES

Consolidated Profit and Loss and Surplus Account

For the Year ending December 31, 1933

SALES		$65,018,110.17
DEDUCT—		
Cost of merchandise sold and operating expenses, including rent charged for owned stores	$58,617,241.08	
Provision for fixture depreciation and leased building amortization (provision for 1932—$1,006,019.34)	1,302,621.52	
Provision for Federal taxes (estimated)	956,453.56	
Interest paid on notes, mortgages, etc.	11,243.98	
		60,887,560.14
		$ 4,130,550.03
ADD—OTHER INCOME:		
Rent charged for owned stores (included in cost of merchandise sold and operating expenses shown above) and rent received from tenants, less real estate expenses (including $419,608.98 as provision for building depreciation) applicable thereto	$ 937,563.64	
Miscellaneous income, interest received, etc.	91,194.27	
		1,028,757.91
NET PROFIT FOR THE YEAR ENDING DEC. 31, 1933		$ 5,159,307.94
EARNED SURPLUS AT JANUARY 1, 1933		26,621,069.45
		$31,780,377.39
DEDUCT—		
Dividends on common stock:		
Cash dividends ($1.00 per share)	$ 1,164,286.00	
Stock dividends ($1.00 per share) paid in special preferred 6% cumulative stock.	1,165,012.50	
	$ 2,329,298.50	
Cash dividends on special preferred 6% cumulative stock	226,230.30	
	$ 2,555,528.80	
Amount transferred to common capital stock account ($17.00 per share) as at December 31, 1933 pursuant to resolution of Board of Directors on January 26, 1934	20,039,379.00	
		22,594,907.80
EARNED SURPLUS AT DECEMBER 31, 1933		$ 9,185,469.59

To the Stockholders of S. H. Kress & Company:

We have made an examination of the consolidated balance sheet of S. H. Kress & Company and subsidiary companies as at December 31, 1933, and of the consolidated statement of income and surplus for the year 1933. In connection therewith, we examined or tested accounting records of the companies and other supporting evidence and obtained information and explanations from officers and employees of the companies; we also made a general review of the accounting methods and of the operating and income accounts for the year, but we did not make a detailed audit of the transactions.

In our opinion, based upon such examination, the accompanying consolidated balance sheet and related statement of income and surplus fairly present, in accordance with accepted principles of accounting consistently maintained by the companies during the year under review, the position of the combined companies at December 31, 1933, and the results of operations for the year.

PRICE, WATERHOUSE & Co.

56 Pine Street, New York,
January 26, 1934.